FY 2013 MAIL PROCESSING PIGGYBACK FACTORS (OPERATION SPECIFIC)

I. PREFACE

A. Purpose and Content

USPS-FY13-25 documents development of the mail processing cost pool piggyback factors and operation specific mail processing piggyback factors. Piggyback factors are employed in cost studies indicated below in "E" to augment labor cost estimates for the major functions by adding the costs associated with supervisors and administration, service-wide benefits, and facility-related and equipment-related costs.

B. Predecessor Document

Docket No. R2006-1, USPS-LR-L-98, parts III and IV and Docket No. ACR2012, USPS-FY12-25.

C. Corresponding Non-Public Document

There is no corresponding non-public document.

D. Methodology

USPS-FY13-25 uses the same methodology as USPS-FY12-25 from Docket No. ACR2012. This is the PRC cost methodology from Docket No. R2006-1, as described in the testimony of witness Marc Smith, USPS-T-13.

E. Input/Output

USPS-FY13-25 relies on inputs developed in USPS-FY13-31; CRA Model (Cost Matrices Reports, Control Files, & Changes); USPS-FY13-7, Cost Segment 3 Cost Pools and Other Information, parts I, VI, and VII; USPS-FY13-8, Equipment and Facility Related Costs; USPS-FY13-23, MODS Productivity Data; and USPS-FY13-24, Non-Operation Specific Piggyback Factors,.

Mail Processing Cost Pool and Operation Specific Piggyback Factors are used to develop Letter Cost Models in USPS-FY13-10, Flat Cost Models in USPS-FY13-11, Standard Mail Hybrid/Parcel Cost Study in USPS-FY13-12, Drop Ship Cost Avoidances for Periodicals and Standard Mail in USPS-FY13-13, Parcels Cost Models in USPS-FY13-15, Bound Printed Matter and Parcel Post Transportation Costs/Bulk Parcel Return Service Cost Study in USPS-FY13-16, ECR Mail Processing Unit Costs in USPS-FY13-18, Delivery Cost by Shape in USPS-FY13-19, Window Cost by Shape in USPS-FY13-20, QBRM Costs in USPS-FY13-21, BPM Mail Processing Costs and Parcel Post Window Service Costs in USPS-FY13-22, Special Cost Studies Workpapers – Special Services in USPS-FY13-28, and Mail Processing Costs by Shape and Cost Pool in USPS-FY13-26 and USPS-FY13-NP20.

II. ORGANIZATION
See the Microsoft Office Excel workbook MPPGBY13PRC.XLS.